

# Exhibit O

**From:** Cappello, Francis P [fcappell@lehman.com]  
**Sent:** Sunday, August 28, 2005 2:03 PM  
**To:** Blakely, Karen [kblakely@lehman.com]

I wanted to update you on a couple of deals.  
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The lehman loan group is working on a term sheet for a large senior loan on the first suncal master which chilton said could take up to 100mm of our equity out of the deals. We'll run the numbers when we get the term sheet (hopefully this week) to evaluate the multiple of capital effect given that these are newer deals, but ultimately it probably makes sense to take at least some of our equity out to redeploy/diversify on addl suncal deals. They have a couple new deals coming in the next few months that sound compelling.

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That's it for now. Please let me know if you have any thoughts on the above or would like to discuss further. Hope all is well.

Frank

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